

HOUSE BILL 2562

By Hicks G

AN ACT to amend Tennessee Code Annotated, Title 67,
relative to taxation.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-6-702(a)(1), is amended by deleting the language "one thousand six hundred dollars (\$1,600)" and substituting instead the language "three thousand two hundred dollars (\$3,200)".

SECTION 2. The increase in the local sales tax cap on a single article of personal property to three thousand two hundred dollars (\$3,200) as provided in Section 1 of this act is automatic and does not require further action of the local governing body of any municipality or county if the municipality or county is at the maximum rate of one thousand six hundred dollars (\$1,600) prior to the effective date of this act.

SECTION 3. Tennessee Code Annotated, Section 67-6-202(a), is amended by deleting all language after the second sentence of the subsection.

SECTION 4. Tennessee Code Annotated, Section 67-6-103(c)(1), is amended by deleting the language "and from the tax levied at the rate of two and three quarters percent (2.75%) on the amount in excess of one thousand six hundred dollars (\$1,600) but less than or equal to three thousand two hundred dollars (\$3,200) on the sale or use of any single article of personal property".

SECTION 5. Tennessee Code Annotated, Section 67-4-3204(b), is amended by deleting the language "one thousand six hundred dollars (\$1,600)" and substituting instead the language "three thousand two hundred dollars (\$3,200)".

SECTION 6. This act takes effect July 1, 2022, the public welfare requiring it.